

## Article - Tax - General

[\[Previous\]](#)[\[Next\]](#)

§11–217.

- (a) (1) In this section, “research and development” means:
  - (i) basic and applied research in the sciences and engineering;
  - and
  - (ii) the design, development, and governmentally required pre-market testing of prototypes, products, and processes.
- (2) “Research and development” does not include:
  - (i) market research;
  - (ii) research in the social sciences or psychology and other nontechnical activities;
  - (iii) routine product testing;
  - (iv) sales services; or
  - (v) technical and nontechnical services.
- (b) The sales and use tax does not apply to a sale of tangible personal property for use or consumption in research and development.

[\[Previous\]](#)[\[Next\]](#)